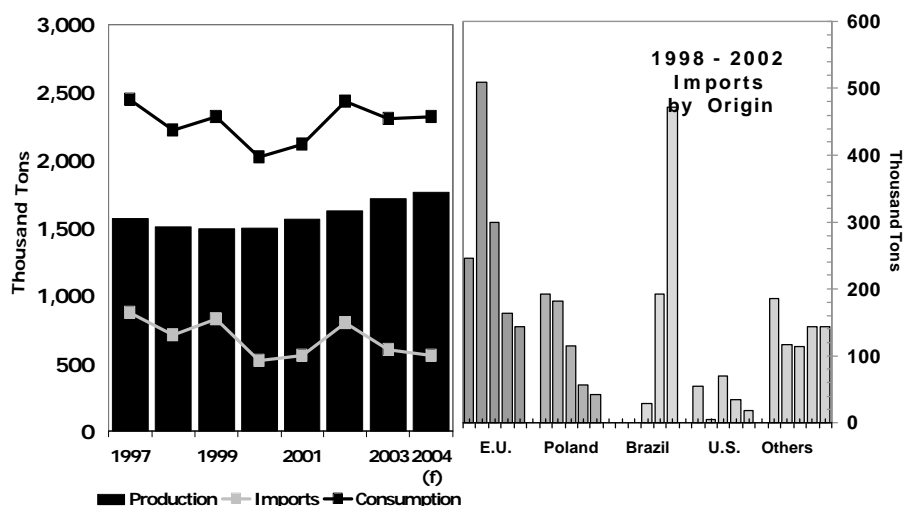


Russia's Pork Situation

	1997	1998	1999	2000	2001	2002	2003	2004(f)
(1,000 tons; CWE)								
Production	1,570	1,510	1,490	1,500	1,560	1,630	1,710	1,760
Imports	880	710	832	520	560	800	600	560
Exports	1	1	1	1	1	1	1	1
Consumption	2,449	2,219	2,321	2,019	2,119	2,429	2,309	2,319

Russian Imports Are Forecast to Fall as Domestic Production is Set to Increase 3 Percent



On November 29, 2003, the Government of Russia announced guidelines for the 2004 tariff rate quota (TRQ) on pork. The pork TRQ system, which covers HS code 0203 (fresh and frozen pork), sets the following country specific limits: the European Union (including the 10 accession countries) – 227,300 tons; the United States – 42,200 tons; Paraguay – 1,000 tons; all other countries (except CIS countries) compete for the remaining 179,500 tons. The tariff is set at 15 percent, but no less than €0.25 /kg (14 ¢ / lb) for volumes within the TRQ. Above that level, the tariff becomes 80 percent, but no less than €1.06 /kg (60 ¢ / lb). With the TRQ in place, Russia's pork imports are expected to decline by 6 percent in 2004 to 560,000 tons. CIS countries are exempted from the quota system, as are pork imports not under HS 0203. This will benefit countries like Poland and Hungary, which are very competitive in prepared and preserved pork products. Brazil, which over the last three years accounted for as much as 54 percent of Russian imports, will almost certainly be pressing very hard to find a way to recapture its lost market share.

Russia
PORK IMPORTS
(in metric tons)

Fresh/Chilled

Origin	1996	1997	1998	1999	2000	2001	2002
Australia	23	46	44	0	0	3	170
Brazil	0	0	0	0	5,524	29,011	16,598
Bulgaria	1,455	2,892	0	0	0	0	0
Canada	48	189	166	0	226	596	202
China	2,001	267	0	0	0	0	0
EU-15	1,581	2,032	5,067	18,899	9,580	5,675	5,901
Hungary	1,247	691	348	21	466	107	169
Kazakhstan	635	1,287	376	658	27	71	0
Moldova	925	903	21	24	82	0	0
Poland	2,867	2,905	1,034	3,031	680	408	1,365
Romania	2,084	4,017	0	162	0	0	0
South Korea	0	0	0	0	20	0	0
Ukraine	699	1,112	0	140	38	0	0
United States	652	3,881	1,408	59	134	2,418	1,942
Others	985	733	24	56	399	257	126
Total	15,202	20,955	8,488	23,050	17,176	38,546	26,473
US market share	4%	19%	17%	0%	1%	6%	7%

Frozen

Origin	1996	1997	1998	1999	2000	2001	2002
Australia	779	1,402	1,388	67	1	77	357
Brazil	0	0	15	23	16,860	119,133	346,795
Bulgaria	3,736	2,792	445	0	0	0	0
Canada	16,286	13,865	8,902	1,086	5,962	15,208	22,174
China	96,730	60,577	68,213	11,306	1,913	26,480	75,587
EU-15	67,683	92,010	123,950	441,541	217,831	124,273	115,005
Hungary	9,341	16,504	10,458	3,960	10,483	2,501	965
Kazakhstan	946	2,226	2,208	3,897	387	2,329	248
Moldova	8,913	14,921	6,842	5,764	1,505	22	0
Poland	27,939	21,525	8,665	64,816	42,209	24,097	16,038
Romania	20,219	47,833	6,769	2,807	0	0	0
South Korea	0	3	90	1,030	6,196	21,450	6,306
Ukraine	6,397	7,636	1,268	6,286	12,168	1,504	1,069
United States	22,750	20,383	36,248	41,627	8,450	24,362	11,949
Vietnam	997	3,395	3,192	54	1,007	10,865	3,104
Others	362	1,517	7,418	7,878	631	2,451	1,426
Total	283,078	306,589	286,071	592,142	325,603	374,752	601,023
US market share	8%	7%	13%	7%	3%	7%	2%

Processed

Origin	1996	1997	1998	1999	2000	2001	2002
Canada	466	107	63	0	50	69	0
China	0	0	7	0	0	10	1
Czech Rep	656	1,925	2,372	72	80	332	149
EU-15*	136,178	170,224	117,794	49,410	58,830	27,073	23,079
Hungary	4,541	14,000	7,669	405	57	383	646
Laos	147	571	0	0	0	0	0
Latvia	140	338	231	21	12	8	4
Lithuania	318	541	359	15	14	16	19
Moldova	56	211	26	368	187	65	12
Poland*	85,113	159,674	128,722	62,795	39,980	15,334	12,745
South Korea	3	15	0	0	0	0	4,067
Ukraine	1,024	149	2,579	4,020	2,379	104	799
United States	3,160	5,065	3,789	5,961	875	680	190
Others	1,009	1,595	967	228	242	209	122
Total	232,811	354,415	264,578	123,295	102,706	44,283	41,833
Grand Total	531,091	681,959	559,137	738,487	445,485	457,581	669,329
US market share	5%	4%	7%	6%	2%	6%	2%

Note: All data are reported in product weight

* includes sausage

Source: Bold is exporter data, otherwise Russia import data